

DAILY MARKETS OVERVIEW

9 JANUARY 2019

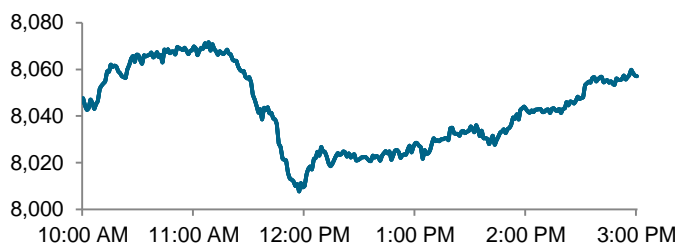
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,057	0.1	2.9	2.9	17.4
Saudi (NOMU)	2,548	0.1	-0.7	1.1	8.5
Energy	4,883	-0.1	1.4	0.7	18.5
Materials	5,371	-0.2	2.5	2.3	16.7
Capital Goods	3,861	-0.5	-0.3	-1.0	22.1
Com. & Prof. Svc	4,279	0.2	3.3	3.4	18.3
Transportation	3,508	0.4	0.5	0.9	20.4
Cons. Durables & Apparel	3,651	-0.3	-0.4	-0.3	NA
Consumer Services	2,992	-0.1	0.8	1.5	NA
Media	10,177	-0.2	-0.3	0.0	NA
Retailing	6,926	-0.1	1.2	0.9	33.1
Food & Staples Retailing	5,996	-0.5	1.3	0.9	24.4
Food & Beverages	4,032	-0.2	3.3	3.7	NA
Health Care Equipment	3,786	0.1	1.6	0.8	20.4
Pharma, Biotech & Life Science	3,918	-0.3	-1.0	1.0	27.3
Banks	7,547	0.2	4.5	4.6	13.5
Diversified Financials	3,496	0.5	1.1	0.5	NA
Insurance	4,302	-0.1	2.4	3.0	NA
Telecommunication	5,567	-0.5	0.5	3.0	18.7
Utilities	3,369	0.5	-0.7	0.0	NA
REITs	3,631	-0.1	-0.5	0.2	NA
Real Estate	3,178	1.9	0.1	-1.5	23.7

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Dar Alarkan Real Estate Development Co.	9.58	4.4%	293.2
Nama Chemicals Co.	28.30	3.7%	46.9
Saudi Industrial Services Co.	11.08	2.6%	17.4
Jabal Omar Development Co.	32.35	2.5%	55.4
Saudi Company for Hardware	65.10	2.4%	10.2

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Basic Chemical Industries Co.	9-Jan-19
United International Transportation Co.	9-Jan-19
Saudi Pharmaceutical Industries and Medical Appliances Corp.	10-Jan-19
Buruj Cooperative Insurance Co.	14-Jan-19
Al Abdullatif Industrial Investment Co.	16-Jan-19
Samba Financial Group	20-Jan-19

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of January 9, 2019
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- Both TASI and NOMU closed 0.1% higher at 8,057 and 2,548, respectively, on Tuesday. TASI traded value totaled SAR 3.2bn and averaged SAR 2.5bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 43% of the daily traded value.
- Banks gained 0.2% while Materials closed 0.2% lower. Telecom declined 0.5%. Real Estate (up 1.9%) was the best performer. Among stocks, Dar Alarkan Real Estate Development Co. (4300/ALARKAN AB), Nama Chemicals Co. (2210/NAMA AB), and Saudi Industrial Services Co. (2190/SISCO AB) led the gainers.
- The Ministry of Labor and Social Development launched a new initiative to extend the validity of new work visas to 2 years instead of 1 year with no additional fees. The move aims to facilitate the related procedures for private sector firms that seek to issue new work visas. (Source: Argaam)
- ACWA Power leads a consortium which over the next few weeks is expected to conclude financing of more than USD 2.0bn (SAR 7.5bn) for a 950 megawatt (MW) concentrated solar power project in Dubai. (Source: Zawya)
- UK-based TechnipFMC, in consortium with Malaysia Marine and Heavy Engineering (MMHE), signed a long-term offshore agreement with Saudi Aramco. The agreement, valid for six years, covers engineering, procurement, fabrication, transportation and installation of offshore facilities for the development of Saudi Aramco's offshore projects. (Source: Trade Arabia)
- France-based Schneider Electric (SU FP) expects to install five electric vehicle (EV) charging stations in KSA in 2019. The company received a number of requests in 4Q18 to install the EVs' charging stations in commercial as well as residential projects. (Source: Argaam)
- According to the CEO of the Qiddiya project, construction on an upcoming recreational megaproject in Riyadh will begin this year. The Qiddiya project is one of the three megaprojects, besides the Neom smart-city and the Red Sea Project, located about 40 km from the city center. (Source: Zawya)
- Al Yamamah Steel Industries Co. (1304/YAMAMAH AB) BoD recommended withholding cash dividend for 2H18. The decision aims to support the company's capital expansion and renewable energy project as well as steel towers for power generation project. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Enaya Cooperative Insurance Co.	20.56	-5.7%	24.9
Aldrees Petroleum & Transport Services Co.	34.10	-4.6%	19.3
Buruj Cooperative Insurance Co.	28.00	-4.3%	37.5
Al Mashaar REIT	7.05	-3.8%	7.2
United Electronics Co.	62.90	-3.7%	11.8

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Dar Alarkan Real Estate Development Co.	9.58	4.4%	293
Saudi Fisheries Co.	69.30	-1.8%	283
Al Rajhi Bank	93.80	-0.2%	274
Saudi Basic Industries Corp.	119.20	-0.7%	261
Alinma Bank	23.84	0.2%	258

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,529	-0.2	0.1	0.0	7.7
Abu Dhabi (ADX)	4,927	-0.1	0.6	0.2	13.2
Kuwait (KSE)	5,224	0.2	0.0	0.7	18.4
Qatar (QE)	10,459	-0.3	1.0	1.6	15.5
Oman (MSM)	4,311	0.0	0.8	-0.3	10.2
Bahrain (BSE)	1,332	0.1	0.5	-0.4	8.7
DJMENA Index	567	-0.2	1.8	7.7	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,574	1.0	1.7	2.7	17.3
US (NASDAQ 100)	6,897	1.1	2.3	3.9	19.8
UK (FTSE 100)	6,862	0.7	0.4	2.0	15.7
Germany (DAX)	10,804	0.5	0.3	2.3	11.8
France (CAC 40)	4,773	1.1	0.8	0.9	14.6
Russia (MICEX)	2,390	-0.7	-0.7	1.3	5.3
Japan (Nikkei)	20,204	0.8	3.3	0.9	13.9
Hong Kong (HSI)	25,875	0.2	1.0	0.1	9.8
South Korea (KOSPI)	2,025	-0.6	0.7	-0.8	9.9
China (SHCOMP)	2,526	-0.3	0.5	1.3	11.9
India (NIFTY)	10,802	0.3	0.7	-0.6	22.0
Brazil (IBOV)	92,032	0.4	0.2	4.7	20.4
Turkey (BIST 100)	90,697	0.8	2.1	-0.6	6.5
Egypt (EGX30)	13,403	0.4	1.0	2.8	11.8
MSCI Emerging Markets	976	-0.3	1.1	1.0	11.7
MSCI World	1,936	0.8	1.7	2.8	15.9

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	58.7	2.4	2.9	9.1	-13.4
Natural Gas (\$/mmbtu)	3.0	0.8	-2.5	0.9	-1.6
Gold (\$/oz)	1,285	-0.3	0.0	0.2	-2.7
Silver (\$/oz)	15.7	0.0	-0.3	1.0	-8.6
Platinum (\$/oz)	819	-0.3	-0.4	3.0	-15.8
Copper (\$/t)	5,887	-0.3	-0.2	-1.1	-16.9
Zinc (\$/t)	2,531	-1.7	0.8	0.5	-25.7
Lead (\$/mt)	1,940	0.3	0.2	-3.4	-24.4
Wheat (\$/bu)	518	0.2	0.1	2.9	4.2
Corn (\$/bu)	380	-0.6	-0.8	1.3	-2.7
Sugar (\$/lb)	12.8	0.9	7.0	6.1	-18.8

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.80	0.00	-0.01	0.00
Saudi Arabia	2.97	0.00	0.00	0.17
UAE	2.94	0.06	0.10	0.14
Kuwait	2.44	0.06	0.13	-0.36
Qatar	2.90	0.02	-0.01	0.10
Bahrain	3.95	0.00	0.00	1.15

Source: Reuters

NOTES: (1) Prices updated as of January 9, 2019 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the green on Tuesday. S&P 500 and NASDAQ gained 1.0% and 1.1%, respectively. Dow Jones Industrial closed 1.1% higher. In Europe, UK gained 0.7%, while Germany and France closed 0.5% and 1.1% higher, respectively.
- Asian markets are trading in the green on Wednesday. China is up 1.6%. Japan and South Korea are trading 1.4% and 1.9% higher, respectively. Hong Kong and India are up 2.5% and 0.5%, respectively.
- GCC markets ended mixed on Tuesday. Dubai and Abu Dhabi declined 0.2% and 0.1%, respectively. Kuwait gained 0.2% while Qatar ended 0.3% lower. Oman ended flat, while Bahrain closed 0.1% higher.
- Arab Petroleum Investments Corporation (APICORP) stated that oil prices are likely to trade between USD 60-70 per barrel range by mid-2019, barring sharp economic slowdown. (Source: Zawya)
- S&P Global Ratings lowered its average annual price assumptions for Brent and West Texas Intermediate (WTI) crude oil for 2019 by USD 10 per barrel (bbl) to USD 55/bbl and USD 50/bbl respectively, and for 2020 by USD 5/bbl to USD 55/bbl and USD 50/bbl. (Source: Trade Arabia)
- Kuwait Oil Company (KOC) is set to float the final tender for a KWD 150mn (USD 493mn) gas pipeline next month planned mainly for transportation of natural gas from North Kuwait to its refinery in Mina Ahmadi. (Source: Trade Arabia)
- Abu Dhabi's Department of Energy (DoE) announced it started the operation of the world's largest independent solar power plant "Noor Abu Dhabi". The project's total cost would be AED 3.2bn (USD 871mn), generating 1,177 megawatts. (Source: Trade Arabia)
- The Business Registration and Licensing (BRL) sector in the Department of Economic Development (DED) in Dubai, is partnering with Emaar Hospitality Group to promote the Instant Licence service offered by BRL for businesses in the Emirate. (Source: Trade Arabia)
- Dubai Tourism released approximately AED 250mn (USD 68mn) in bank guarantees for tourism-related service providers following the waiver of this prerequisite regulatory requirement to start a travel and tour business in the Emirate. (Source: Trade Arabia)
- Bahrain Economic Development Board (EDB) revealed that it attracted 92 companies and investments worth BHD 314mn (USD 830mn) during 2018, adding that the investments are expected to generate about 4,700 new job opportunities over the coming three years. (Source: Trade Arabia)
- UAE-based Azizi Developments awarded a contract valued at over AED 216mn (USD 58.8mn) to Chirag Contracting to develop four plots with a total area of more than 1.0mn square feet. (Source: Arabian Business)

Coming Up

- China's Consumer Price Index (CPI) for December 2018 (prior: -0.3% M/M; 2.2% Y/Y) will be announced today. (Source: Econoday)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended January 4 (prior: 0.0mn barrels) will be announced today. (Source: Econoday)
- US jobless claims for the week ended January 5 (prior: 231K; consensus: 222K) will be announced tomorrow. (Source: Econoday)



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